

UNION COUNCIL ON AGING, INC.

*Financial Statements
For The Year Ended June 30, 2009*

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/27/10

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2009

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1-2
Required Supplemental Information (Part A)	
Management's Discussion and Analysis	3-6
Government-Wide Financial Statements	
Statement of Net Assets	7
Statement of Activities	8
Fund Financial Statements	
Governmental Funds:	
Balance Sheet	9
Reconciliation of the Governmental Fund Balance Sheet to the Government-Wide Statement of Net Assets	9
Statement of Revenues, Expenditures and Changes in Fund Balances	10
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	10
Notes to Financial Statements	11-19
Required Supplemental Information (Part B)	
Budgetary Comparison Schedules	
General Fund	20
Title III B – Supportive Services	21
Title C1 – Congregate Meals	22
Title C2 – Home Delivered Meals	23
Notes to Budgetary Comparison Schedules	24

SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY GOEA

GENERAL FUNDS

Combining Balance Sheets	25
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	26

NONMAJOR SPECIAL REVENUE FUNDS

Combining Balance Sheet	27
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	28

UNION COUNCIL ON THE AGING, INC.
FARMERVILLE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2009

TABLE OF CONTENTS (CONTINUED)

SUPPLEMENTAL INFORMATION SCHEDULES (CONTINUED)

	<u>Page</u>
<u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
Schedule of General Fixed Assets -----	29
<u>OTHER SUPPLEMENTAL INFORMATION -</u> <u>GRANT ACTIVITY</u>	
Schedule of Expenditures of Federal Awards -----	30
Notes to Schedule of Expenditures of Federal Awards -----	31
Report on Internal Control Over Financial Reporting And on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> -----	32-33
Schedule of Findings And Questioned Costs -----	34-35
Schedule of Prior Year Findings -----	36

CAMERON, HINES & HARTT

(A Professional Accounting Corporation)

Certified Public Accountants

104 Regency Place

West Monroe, Louisiana 71291

Mailing Address:

P. O. Box 2474

West Monroe, LA 71294-2474

Phone (318) 323-1717

Fax (318) 322-5121

INDEPENDENT AUDITORS' REPORT

Board of Directors
Union Council on Aging, Inc.
Farmerville, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Union Council on Aging, Inc., as of and for the year ended June 30, 2009, which collectively comprise the basic financial statements of the Council as listed in the table of contents. These financial statements are the responsibility of the Council's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information for the Union Council on Aging, Inc., as of June 30, 2009, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 30, 2009, on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Board of Directors
Union Council on Aging, Inc.
Farmerville, Louisiana
Page 2

Management's discussion and analysis and budgetary comparison information on pages 3 through 6 and 20 through 24, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the basic financial statements of the Union Council on Aging, Inc. taken as a whole. The supplemental information schedules required by GOEA are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Cameron, Hines & Harth (APAC)

West Monroe, Louisiana
October 30, 2009

REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS

UNION COUNCIL ON AGING, INC.
606 E. BOUNDARY STREET
FARMERVILLE, LOUISIANA 71241
OFFICE PHONE (318) 368-2205
FAX (318) 368-2568

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Union Council on Aging provides an overview of the Council's activities for the year ended June 30, 2009. Please read it in conjunction with the Council's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statements of Net Assets and the Statements of Revenues Expenses, and Changes in Net Assets provide information about the activities of the Council as a whole.

Reporting the Council as a Whole

The Statements of Net Assets and the Statements of Revenues, Expenses, and Changes in Net Assets

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Council's net assets and changes in them. The Council's net assets – the difference between assets and liabilities – measure the Council's financial position. The increases or decreases in the Council's net assets are an indicator of whether its financial position is improving or deteriorating.

THE COUNCIL AS A WHOLE

For the years ended June 30, 2009 and 2008.

	FYE 2009	FYE 2008
Beginning net assets	\$ 203,110	\$ 152,395
Restatement – PCOA	-	25,000
Restatement – Compensated Absences	-	(3,293)
Beginning net assets – Restated	203,110	174,102
Increase (Decrease) in net assets	55,168	29,008
Ending net assets	\$ 258,278	\$ 203,110

THE COUNCIL'S FUNDS**Page 2**

The following schedule presents a summary of revenues and expenses for the fiscal year ended June 30, 2009, and the amount and percentage of increases and decreases in relation to the prior year.

	FYE 2009	Percent	Increase (Decrease) from FYE 2008	Percent Increase (Decrease)
Revenues:	Amount	of Total		
Intergovernmental	\$315,755	52%	\$ 29,253	9%
Property Taxes	\$165,367	27%	\$ 12,182	7%
Public Support	\$ 60,149	10%	\$ 4,493	7%
Miscellaneous	\$ 66,445	11%	\$(11,784)	(18%)
Total Revenues	\$607,716	100%	\$ 34,144	6%

Revenues for the Council increased for the FYE 2009 mainly due to a increase in funding from PCOA and Property Taxes and a increase in miscellaneous revenue from the senior trip collected in this fiscal year.

	FYE 2008	Percent	Increase (Decrease) from FYE 2007	Percent Increase (Decrease)
Revenues:	Amount	of Total		
Intergovernmental	\$286,502	50%	\$ (34,894)	(12%)
Property Taxes	\$153,185	27%	\$ 23,486	15%
Public Support	\$ 55,656	10%	\$ (8,320)	(14 %)
Miscellaneous	\$ 78,229	13%	\$ (21,120)	(27%)
Total Revenues	\$ 573,572	100%	\$ (40,848)	(7%)

Revenues for the Council decreased for the FYE 2008 mainly due to a decrease in Funding from PCOA and NSIP and a decrease in miscellaneous revenue from the Senior Trip collected in this fiscal year.

	FYE 2009	Percent	Increase from FYE 2008	Percent Increase
Expenses:	Amount	of Total		
Total	\$552,548	100%	\$7,984	1%

The Council's expenses increased slightly this year.

Expenses:	FYE 2008 Amount	Percent of Total	Increase from FYE 2007	Percent Increase
Total	\$544,564	100%	\$38,587	7%

The Council's expenses increased slightly this year.

BUDGETARY HIGHLIGHTS

The Council's total revenues in fiscal year 2009 were more than the final budget by \$129,431. Actual expenses for the Council in fiscal year 2009 were more than the final budget by \$65,936. The General Fund is not budgeted other than for PCOA money and property tax collections but used in support of other programs causing the large differences in budgeted amounts from actual.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2009 and 2008, the Council had \$369,769 and \$387,683 invested in capital assets including buildings and improvements, furniture and fixtures, equipment, and vehicles.

	FYE 2009	FYE 2008
Buildings and improvements	\$214,660	\$214,660
Furniture and equipment	\$ 39,449	\$ 39,614
Vehicles	\$115,660	\$133,409
Totals	\$369,769	\$387,683

This years additions consisted of a used Chevy car and a new Intel core quad computer, at a cost of \$8,559. A Chevy Venture Mini-Van, Chrysler Concorde were sold with a recorded value totaling \$24,678. We also disposed of an old computer with a recorded value of \$1,795.

Debt

At year end, the Council has a total of \$152,983 in long term debt. The note payables decreased about **three** percent as shown in the following table.

	FYE 2009	FYE 2008
Notes Payables	\$152,983	\$157,869

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND REVENUES

The Council's revenues are derived mainly from three sources, United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council, and a Parish Wide Millage Property Tax and Public Support. The Council does not anticipate any major increases or decreases in the revenues for the coming year. It is possible that Public Support Revenues may increase due to expansion of the Home Delivered Meals Program.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, and creditors with general overview of the Council's finances and to show the Council's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Union Council on Aging, 606 East Boundary Street, Farmerville, LA , 71241.

Louise Denton
Director

GOVERNMENT-WIDE FINANCIAL STATEMENTS

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2009

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	\$ 239,401
Accounts Receivable	14,915
Capital Assets:	
Non-Depreciable	6,000
Depreciable	<u>161,913</u>
<u>TOTAL ASSETS</u>	<u>\$ 422,229</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 10,716
Accrued Expenses	252
Non-Current Liabilities	
Due Within One Year	
Notes Payable	5,787
Compensated Absences	4,315
Due in More Than One Year	
Notes Payable	<u>142,881</u>
Total Liabilities	163,951
<u>NET ASSETS</u>	
Invested in Capital Assets,	
Net of Related Debt	19,245
Unrestricted, Utility Assistance	8,458
Unrestricted, Unreserved	<u>230,575</u>
Total Net Assets	<u>258,278</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 422,229</u>

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Direct Expenses</u>	<u>Indirect Expenses</u>
Function/Program Activities		
Governmental Activities:		
Health, Welfare and Social Services:		
Supportive Services:		
Homemaker	\$ 24,070	\$ 7,564
Information and Assistance	1,465	473
Outreach	161	50
Transportation	31,798	7,270
Other Services	5,720	1,693
Nutrition Services:		
Congregate Meals	103,025	47,361
Home Delivered Meals	147,358	55,256
Utility Assistance	1,571	-
Disease Prevention and Health Promotion	2,414	1,121
National Family Caregiver Support	4,586	-
Senior Activities	30,135	-
Administration	79,457	-
	<u>\$ 431,760</u>	<u>\$ 120,788</u>
Total Governmental Activities		

Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Assets Governmental Activities
	Operating Grants and Contributions	Capital Grants and Contributions	
\$ -	\$ 21,429	\$ -	\$ (10,205)
-	1,313	-	(625)
-	143	-	(68)
-	26,465	-	(12,603)
-	5,022	-	(2,391)
-	80,785	-	(69,601)
-	116,333	-	(86,281)
-	2,083	-	512
-	3,398	-	(137)
-	4,586	-	-
-	-	-	(30,135)
37,025	23,703	-	(18,729)
<u>\$ 37,025</u>	<u>\$ 285,260</u>	<u>\$ -</u>	<u>\$ (230,263)</u>

General Revenues:

Grants and Contributions not Restricted	
to Specific Programs	90,644
Property Taxes	165,367
Rental Income	13,864
Miscellaneous	15,556
Total General Revenues	<u>285,431</u>
Changes in Net Assets	55,168
Net Assets - Beginning	<u>203,110</u>
Net Assets - Ending	<u>\$ 258,278</u>

The accompanying notes are an integral part of this financial statement.

FUND FINANCIAL STATEMENTS

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2009

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 237,836	\$ 625	\$ 90	\$ 177
Accounts Receivable	2,415	-	2,251	1,108
Due From Other Funds	-	-	-	-
<u>TOTAL ASSETS</u>	<u>\$ 240,251</u>	<u>\$ 625</u>	<u>\$ 2,341</u>	<u>\$ 1,285</u>
<u>LIABILITIES AND FUND BALANCE</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 5,109	\$ 625	\$ 2,341	\$ 1,285
Other Accrued Expenses	252	-	-	-
Due To Other Funds	-	-	-	-
Total Liabilities	<u>5,361</u>	<u>625</u>	<u>2,341</u>	<u>1,285</u>
<u>FUND BALANCE</u>				
Fund Balance	-	-	-	-
Unreserved, Reported In:				
General Fund	234,890	-	-	-
Special Revenue Funds	-	-	-	-
Total Fund Balance	<u>234,890</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 240,251</u>	<u>\$ 625</u>	<u>\$ 2,341</u>	<u>\$ 1,285</u>

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL FUNDS
JUNE 30, 2009

Nonmajor Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances	\$ 243,348
		<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
\$ 673	\$ 239,401		
9,141	14,915		
9,141	9,141		
<u>\$ 18,955</u>	<u>\$ 263,457</u>	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	167,913
		Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	<u>(152,983)</u>
\$ 1,356	\$ 10,716		
-	252	Net Assets of Governmental Activities	<u>\$ 258,278</u>
9,141	9,141		
<u>10,497</u>	<u>20,109</u>		
-	234,890		
8,458	8,458		
<u>8,458</u>	<u>243,348</u>		
<u>\$ 18,955</u>	<u>\$ 263,457</u>		

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC
FARMERVILLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>REVENUES</u>				
Intergovernmental	\$ 57,500	\$ 51,935	\$ 62,585	\$ 72,422
Property Taxes	165,367	-	-	-
Public Support	22,902	2,437	18,200	14,527
Senior Trip	37,025	-	-	-
Rental Income	13,864	-	-	-
Miscellaneous	15,556	-	-	-
Total Revenues	<u>312,214</u>	<u>54,372</u>	<u>80,785</u>	<u>86,949</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	-	40,168	54,950	82,156
Fringe	-	3,328	4,861	7,057
Travel	-	6,553	91	219
Operating Services	3,159	18,956	15,521	27,746
Operating Supplies	4,421	8,651	3,272	11,296
Other Costs	38,917	2,608	71,691	74,140
Capital Outlay	8,559	-	-	-
Principal Payments	6,069	-	-	-
Interest Payments	7,803	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	<u>68,928</u>	<u>80,264</u>	<u>150,386</u>	<u>202,614</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	243,286	(25,892)	(69,601)	(115,665)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	-	25,892	69,601	115,665
Operating Transfers - Out	(181,351)	-	-	-
Total Other Financing Sources (Uses)	<u>(181,351)</u>	<u>25,892</u>	<u>69,601</u>	<u>115,665</u>
<u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	61,935	-	-	-
<u>FUND BALANCE AT BEGINNING OF YEAR</u>	<u>172,955</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 234,890</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

Nonmajor Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	\$ 62,447
\$ 71,313	\$ 315,755	<i>Amounts reported for governmental activities</i>	
-	165,367	<i>in the statement of activities are different</i>	
2,083	60,149	<i>because:</i>	
-	37,025		
-	13,864	Governmental funds report capital outlays as	
-	15,556	expenditures while governmental activities	
73,396	607,716	report depreciation expense to allocate those	
		expenditures over the life of the assets:	
		Capital asset purchases capitalized	8,559
		Depreciation expense	(20,724)
			(12,165)
24,386	201,660		
2,564	17,810		
-	6,863		
13,798	79,180	Repayment of debt principle is an	
758	28,398	expenditure in the governmental funds, but	
-	187,356	the repayment reduces long-term liabilities	
-	8,559	in the statement of net assets	6,069
-	6,069		
-	7,803		
1,571	1,571	Some expenses reported in the statement of activities	
43,077	545,269	do not require the use of current financial	
		resources and therefore are not reported as	
		expenditures in governmental funds	(1,183)
30,319	62,447		
		Change in Net Assets in Governmental	
		Activities	<u>\$ 55,168</u>
2,586	213,744		
(32,393)	(213,744)		
(29,807)	-		
512	62,447		
7,946	180,901		
<u>\$ 8,458</u>	<u>\$ 243,348</u>		

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1- Summary of Significant Accounting Policies

The financial statements of the Union Council on Aging, Inc. have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. These statements have also incorporated any applicable requirements set forth by *Audits of State and Local Governments*, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI-Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors, and the *Louisiana Governmental Audit Guide*. The more significant to the Council's accounting policies are described below.

A. Reporting Entity

In 1964, the State of Louisiana passed Act 456 that authorized the charter of voluntary councils on aging for the welfare of the aging people in their representative parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The Union Council on the Aging, Inc. is a non-profit, quasi-public, corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the Council with most of its revenues. The Council also receives revenues from other federal, state, and local government agencies that may impose certain restrictions upon how the Council can use the money that they have provided.

The primary function of the Union Council on the Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Such services include providing meals, nutritional education, information and referral services, legal assistance, homemaker services, operating senior centers, and transportation. A Board of Directors, consisting of 14 voluntary members who serve three-year terms governs the Council.

The Council is not a component unit of another primary government nor does it have any component units that are related to it. Therefore, the Council has presented its financial statements as a separate special purpose government.

B. Financial Reporting

The Council follows the provisions of the Governmental Accounting Standards Board Statement, Nos. 34, *Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments* (Statement 34), 37, *Basic Financial Statements -- and Management's Discussion and Analysis -- for State and Local Governments: Omnibus* (Statement 37), and 38, *Certain Financial Statement Note Disclosures* (Statement 38), which establish the financial reporting standards for all state and local governmental entities.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

The accompanying government-wide financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting and reflect transactions of behalf of the Council. The Council accounts for its funds as governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Office of Elderly Affairs Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

The Council reports the following major governmental funds:

General Fund

The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. The following types of programs comprise the Council's General Fund:

Local Funds

Local funds are received from various local sources; such funds not being restricted to any special use.

PCOA (ACT 735) Funds

PCOA (Act 735) funds are appropriated for the Governor's Office of Elderly Affairs by the Louisiana Legislature for remittance to the Council on Aging. The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Title III-B Supportive Services Fund

This program provides access services, in-home services, community services, legal assistance and transportation for the elderly.

Title III C-1 Congregate Meals Fund

These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

Title III C-2 Home Delivered Meals Fund

These funds are used to provide nutritional meals to home-bound older persons.

The remaining nonmajor funds are as follows:

Senior Center Fund

This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity and encourage their involvement in and with the community.

Nutritional Services Incentive Program (NSIP)

The NSIP program (formerly USDA) is used to account for the administration of Food Distribution Program funds provided by the United States Department of Agriculture through the Louisiana Governor's Office of Elderly Affairs. This program reimburses the service provider on a per unit basis for each congregate and home-delivered meal served to an eligible participant so that the United States food and commodities may be purchased to supplement these programs.

Title III-D Disease Prevention and Health Promotion Services

This program provides funds to develop or strengthen preventive health service and health promotion systems through designated agencies.

Title III-E National Family Caregiver Support

To assist in providing multifaceted systems of support services for family caregivers and grandparents or older individuals who are relative caregivers.

Audit Funds

These funds are used to offset the cost of the annual audit.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Supplemental Senior Center Fund

The Louisiana Legislature appropriated additional money for various Councils on Aging through the state to be used to supplement the primary state grant for senior centers. Union Council on the Aging, Inc. was one of the parish councils to receive a supplemental grant.

Utility Assistance Fund

The Utility Assistance fund is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish Councils on Aging to provide assistance to the elderly for the payment of their utility bills.

C. Compensated Absences

Employees of the Union Council on the Aging, Inc. earn from 12 to 21 days of annual leave each year with 10 days allowed to be carried over to next year, depending on their length of service and the employee's working status (full-time or part-time). Provided that funds are available, employees are compensated upon termination of employment for current-year accrued annual leave up to 5 days. Employees earn up to 12 days of sick leave each year, and can accumulate up to 60 days, depending upon whether the employee is on a part-time or full-time status. Employees are not paid for accrued sick leave at termination and no accrual has been made.

D. Funding Policies and Sources of Funds

The Council receives its monies through various methods of funding. NSIP program funds are provided through the Louisiana Governor's Office of Elderly Affairs to help offset raw food cost in Title III C-1 and C-2 programs. This program is funded under the units of service provided method. The Senior Center program and State Allocation (PCOA) and Supplemental Senior Center funds are received as a monthly allocation of the total budget (grant) in advance of the actual expenditure. The Title III-B, C-1, C-2, D and E programs are funded based on actual operating cost incurred.

The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, and C-2 programs. Utility assistance funds are also provided by the Louisiana Association of Council on Aging to the Council under the Helping Hands and Heating Help Energy programs. All of the above mentioned funds, including any other miscellaneous income, are recorded as revenue when the cash is received because the Council cannot predict the timing and amount of receipt.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 1 - Summary of Significant Accounting Policies (continued)

E. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 2 - Cash and Certificates of Deposit

Custodial Credit Risk - Deposits

The custodial credit risk is the risk that in the event of a bank failure, the Council's deposits may not be returned to it. The Council's policy to ensure there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Council that the fiscal agent bank has failed to pay deposited funds upon demand. Accordingly, the Council had no custodial risk related to its deposits at June 30, 2009.

At June 30, 2009, the Council has cash and cash equivalents (book balances net of overdrafts) in the amount of \$239,401.

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable by both parties. Cash and cash equivalents (bank balances) at June 30, 2009, are secured as follows:

Bank Balances	<u>\$ 261,908</u>
Federal Deposits Insurance	\$ 250,000
Pledged Securities (Uncollateralized)	<u>86,957</u>
<u>TOTAL</u>	<u>\$ 336,957</u>

Note 3 - Receivables

Accounts receivable at June 30, 2009, consists of revenue from United Way for \$2,415 along with NSIP and audit fund reimbursements of \$8,340 and \$801, respectively. Also, stimulus funds of \$2,251 and 1,108 for congregate and home-delivered meals are also due for total accounts receivable of \$14,915.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 4 - Fixed Assets

Fixed asset activity for the year ended June 30, 2009 is as follows:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Non-Depreciable Assets:				
Land	\$ 6,000	\$ -	\$ -	\$ 6,000
Depreciable Assets:				
Building	194,180	-	-	194,180
Improvements	14,480	-	-	14,480
Vehicles	133,409	6,929	(24,678)	115,660
Machinery & Equipment	39,614	1,630	(1,795)	39,449
Totals at Historical Cost	387,683	8,559	(26,473)	369,769
Less Accumulated Depreciation				
For:				
Building	(67,963)	(4,855)	-	(72,818)
Improvements	(1,108)	(1,946)	-	(3,054)
Vehicles	(107,135)	(11,372)	24,678	(93,829)
Machinery & Equipment	(31,399)	(2,551)	1,795	(32,155)
Total Accumulated Depreciation	(207,605)	(20,724)	26,473	(201,856)
Fixed Assets, Net	\$ 180,078	\$ (12,165)	\$ -	\$ 167,913

Depreciation was charged to Administration activities of the Council for \$20,724.

Note 4-Long-Term Debt

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Notes Payable:					
Rural Development	\$ 154,435	\$ -	\$ 5,767	\$ 148,668	\$ 5,787
Vehicle Note	302	-	302	-	-
Total Notes Payable	154,737	-	6,069	148,668	5,787
Other Liabilities:					
Accrued Vacation	3,132	1,183	-	4,315	4,315
Total Governmental Activities Long-Term Debt	\$ 157,869	\$ 1,183	\$ 6,069	\$ 152,983	\$ 10,102

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 4-Long-Term Debt (continued)

The first note is with Rural Development for the construction of a building and the purchase of land which are pledged as collateral. The principle portion of the note was \$204,100 with an interest rate of 5.25% per year. Payments of \$1,129 are made monthly for 30 years beginning September 1996.

The second note was with Community Trust Bank for a car that is pledged as collateral. The principle portion of the note was \$6,937 with an interest rate of 8.25% per year. Payments of \$315 were made monthly for 24 months beginning August 2006. The last payment was made July 2008.

Principal and interest requirements to retire the Council's notes payable obligations are as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2010	\$ 5,787	\$ 7,738
2011	6,098	7,427
2012	6,426	7,099
2013	6,771	6,753
2014	7,135	6,389
2015-2019	41,864	25,760
2020-2024	54,401	13,224
2025-2026	<u>20,186</u>	<u>1,003</u>
Total	<u>\$ 148,668</u>	<u>\$ 75,393</u>

Interest charged to expenditures for the year ended June 30, 2009 was \$7,793.

Payment of compensated absences is dependent upon many factors; therefore, the timing of future payments is not readily determinable.

Note 5 - In-Kind Contributions

The Council received various in-kind contributions during the year. These in-kind contributions have not been recorded in the financial statements as revenues, nor has the expenditure related to the use of the in-kind been recorded. The primary in-kind contributions consisted of free rent and utilities for the senior center and meal sites, and wages and fringe benefits for volunteer workers.

Note 6 - Board of Directors' Compensation

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for out-of-town travel expenses incurred in accordance with the Council's regular personnel policy.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 7 - Income Tax Status

The Council, a non-profit corporation is exempt from federal income taxation under Section 501 (c) (3) of the Internal Revenue Code.

Note 8 - Litigation and Claims

There was no litigation pending against the Council at June 30, 2009, nor is the Council aware of any unasserted claims.

Note 9 - Federal Award Programs

The Council receives revenues from various federal and state grant programs that are subject to final review and approval as to the allowability of expenditures by the respective grantor agencies. These programs are audited in accordance with the *Single Audit Act Amendment of 1996* and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Institutions*. Any settlements or expenses arising out of a final review are recognized in the period agreed upon by the agency and the Council. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Council's financial position.

Note 10-Economic Dependency

The Council receives the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not-aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

Note 11-Risk Management

The Council is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The council has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur. No settlements were made during the year that exceeded the Council's insurance coverage.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

Note 12-Interfund Transfers

Operating transfers in and out are listed by fund for 2009:

<u>Funds</u> <u>Transferred In</u>	<u>Funds Transferred Out</u>					<u>Total In</u>
	<u>Supplemental</u> <u>Senior Center</u>	<u>NSIP</u>	<u>General</u> <u>Fund</u>	<u>PCOA</u>	<u>Senior</u> <u>Center</u>	
Audit	\$ -	\$ -	\$ 2,449	\$ -	\$ -	\$ 2,449
Title IIIB - Supportive Services	-	-	24,650	-	1,242	25,892
Title III C-1	1,767	14,692	34,392	18,750	-	69,601
Title III C-2	-	14,692	62,223	38,750	-	115,665
Title III D	-	-	137	-	-	137
Total Out	<u>\$ 1,767</u>	<u>\$ 29,384</u>	<u>\$ 123,851</u>	<u>\$ 57,500</u>	<u>\$ 1,242</u>	<u>\$ 213,744</u>

Note 13- Stewardship, Compliance, and Accountability

Budget/Actual Unfavorable Variances

When comparing budget to actual revenue and expenditure amounts for the year ended June 30, 2009, the Title C1 – Congregate Meals Fund had an unfavorable variance of greater than 5%. The final budget listed expenditures totaling \$135,188 as compared to actual expenditures in the fund of \$150,386 for an unfavorable variance of \$15,198.

REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 37,500	\$ 57,500	\$ 57,500	\$ -
Property Taxes	146,096	129,156	165,367	36,211
Public Support	-	-	22,902	22,902
Contributions	-	-	12,245	12,245
Senior Trip Revenue	-	-	37,025	37,025
Other Income	-	-	700	700
Rental Income	-	-	13,864	13,864
Interest Income	-	-	2,611	2,611
Total Revenues	183,596	186,656	312,214	125,558
<u>Expenditures</u>				
Operating Services	-	-	3,159	(3,159)
Operating Supplies	-	-	4,421	(4,421)
Other Costs	-	-	38,917	(38,917)
Capital Outlay	-	-	8,559	(8,559)
Principal Payments	-	-	6,069	(6,069)
Interest Payments	-	-	7,803	(7,803)
Total Expenditures	-	-	68,928	(68,928)
<u>Excess of Revenues</u>				
<u>Over Expenditures</u>	183,596	186,656	243,286	56,630
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	-	-
Transfers Out	(183,596)	(186,656)	(181,351)	5,305
Total Other Financial Sources (Uses)	(183,596)	(186,656)	(181,351)	5,305
<u>Net Change in Fund Balance</u>	-	-	61,935	61,935
<u>Fund Balance at Beginning of Year</u>	172,955	172,955	172,955	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 172,955</u>	<u>\$ 172,955</u>	<u>\$234,890</u>	<u>\$ 61,935</u>

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Over (Under)
	Original	Final		
<u>Revenues</u>				
Intergovernmental	\$ 51,935	\$ 51,935	\$ 51,935	\$ -
Public Support	2,800	2,450	2,437	(13)
Total Revenues	54,735	54,385	54,372	(13)
<u>Expenditures</u>				
Salaries	47,952	47,343	40,168	7,175
Fringe	4,189	4,130	3,328	802
Travel	4,885	6,310	6,553	(243)
Operating Services	17,201	13,743	18,956	(5,213)
Operating Supplies	7,554	7,969	8,651	(682)
Other Costs	1,680	1,920	2,608	(688)
Total Expenditures	83,461	81,415	80,264	1,151
<u>Deficiency of Revenues</u>				
Over Expenditures	(28,726)	(27,030)	(25,892)	1,138
<u>Other Financing Sources</u>				
Transfers In	28,726	27,030	25,892	(1,138)
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE CI - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual	Variance With
	Original	Final	Amounts	Final Budget
				Over
				(Under)
<u>Revenues</u>				
Intergovernmental	\$ 60,334	\$ 60,334	\$ 62,585	\$ 2,251
Public Support	17,500	17,500	18,200	700
Total Revenues	77,834	77,834	80,785	2,951
<u>Expenditures</u>				
Salaries	48,640	48,570	54,950	(6,380)
Fringe	4,549	4,544	4,861	(317)
Travel	137	183	91	92
Operating Services	17,318	17,452	15,521	1,931
Operating Supplies	2,933	3,023	3,272	(249)
Other Costs	61,331	61,416	71,691	(10,275)
Total Expenditures	134,908	135,188	150,386	(15,198)
<u>Deficiency of Revenues</u>				
<u>Over Expenditures</u>	(57,074)	(57,354)	(69,601)	(12,247)
<u>Other Financing Sources</u>				
Transfers In	57,074	57,354	69,601	12,247
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE C2 - HOME DELIVERED MEALS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Over</u>
				<u>(Under)</u>
<u>Revenues</u>				
Intergovernmental	\$ 71,314	\$ 71,314	\$ 72,422	\$ 1,108
Public Support	16,440	14,700	14,527	(173)
Total Revenues	87,754	86,014	86,949	935
<u>Expenditures</u>				
Salaries	81,104	81,557	82,156	(599)
Fringe	7,541	7,586	7,057	529
Travel	221	297	219	78
Operating Services	34,459	35,311	27,746	7,565
Operating Supplies	12,262	12,443	11,296	1,147
Other Costs	82,044	82,459	74,140	8,319
Total Expenditures	217,631	219,653	202,614	17,039
<u>Deficiency of Revenues</u>				
<u>Over Expenditures</u>	(129,877)	(133,639)	(115,665)	17,974
<u>Other Financing Sources</u>				
Transfers In	129,877	133,639	115,665	(17,974)
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this financial statement.

UNION COUNCIL ON AGING, INC.
FARMERVILLE LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2009

The Council follows these procedures in establishing the budgetary data reflected in these financial statements:

The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award.

The Executive Director prepares a proposed budget based on the funding levels provided by GOEA and then submits the budget to the Board of Directors for approval.

The Board of Directors reviews and adopts the budget before June 30th of the current year for the next year.

The adopted budget is forwarded to the Governor's Office of Elderly Affairs for final approval.

All budgetary appropriations lapse at the end of each fiscal year (June 30).

The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.

Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.

The council may transfer funds between line items as often as required, but must obtain prior approval for the Governor's Office of Elderly Affairs for funds received under grants from this state agency.

Expenditures cannot legally exceed appropriations on an individual level.

Amounts were not budgeted for revenues and expenses for the utility assistance fund because they were not legally required and the amount of revenues to be received under this program could not be determined.

SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY
GOEA

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

GENERAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2009

	<u>Programs of the General Fund</u>		
	<u>Local</u>	<u>PCOA (Act 735)</u>	<u>Total General Fund</u>
<u>ASSETS</u>			
Cash & Cash Equivalents	\$ 237,836	\$ -	\$ 237,836
Accounts Receivable	2,415	-	2,415
Due From Other Funds	-	-	-
<u>TOTAL ASSETS</u>	<u>\$ 240,251</u>	<u>\$ -</u>	<u>\$ 240,251</u>
<u>LIABILITIES AND FUND BALANCE</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 5,109	\$ -	\$ 5,109
Other Accrued Expenses	252	-	252
Due To Other Funds	-	-	-
Total Liabilities	<u>5,361</u>	<u>-</u>	<u>5,361</u>
<u>FUND BALANCE</u>			
Unreserved and Undesignated	<u>234,890</u>	<u>-</u>	<u>234,890</u>
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 240,251</u>	<u>\$ -</u>	<u>\$ 240,251</u>

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

GENERAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2009

	<u>Programs of the General Fund</u>		<u>Total</u>
	<u>Local</u>	<u>PCOA</u> <u>(Act 735)</u>	<u>General Fund</u>
<u>Revenues</u>			
Intergovernmental	\$ -	\$ 57,500	\$ 57,500
Property Taxes	165,367	-	165,367
Public Support	22,902	-	22,902
Contributions	12,245	-	12,245
Senior Trip Revenue	37,025	-	37,025
Other Income	700	-	700
Rental Income	13,864	-	13,864
Interest Income	2,611	-	2,611
Total Revenues	254,714	57,500	312,214
<u>Expenditures</u>			
Operating Services	3,159	-	3,159
Operating Supplies	4,421	-	4,421
Other Costs	38,917	-	38,917
Capital Outlay	8,559	-	8,559
Principal Payments	6,069	-	6,069
Interest Payments	7,803	-	7,803
Total Expenditures	68,928	-	68,928
<u>Excess of Revenues Over</u> <u>Expenditures</u>	185,786	57,500	243,286
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	-	-
Operating Transfers Out	(123,851)	(57,500)	(181,351)
	(123,851)	(57,500)	(181,351)
<u>Excess of Revenues and Other</u> <u>Financing Sources Over</u> <u>Expenditures and Other</u> <u>Financing Uses</u>	61,935	-	61,935
<u>Fund Balance at Beginning of Year</u>	172,955	-	172,955
<u>FUND BALANCE AT</u> <u>END OF YEAR</u>	\$ 234,890	\$ -	\$ 234,890

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009

	Senior Center	Title III D Disease Prevention	Title III E Caregiver	Audit Funds
<u>ASSETS</u>				
Cash & Cash Equivalents	\$ 119	\$ -	\$ -	\$ -
Receivables	-	-	-	801
Due From Other Funds	-	1,059	14	-
<u>TOTAL ASSETS</u>	<u>\$ 119</u>	<u>\$ 1,059</u>	<u>\$ 14</u>	<u>\$ 801</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 119	\$ 1,059	\$ 14	\$ -
Due To Other Funds	-	-	-	801
Total Liabilities	<u>119</u>	<u>1,059</u>	<u>14</u>	<u>801</u>
Fund Balances:				
Unrestricted, Utility Assistance	-	-	-	-
Unrestricted, Unreserved	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 119</u>	<u>\$ 1,059</u>	<u>\$ 14</u>	<u>\$ 801</u>

<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 554	\$ -	\$ 673
-	-	8,340	9,141
-	8,068	-	9,141
<u>\$ -</u>	<u>\$ 8,622</u>	<u>\$ 8,340</u>	<u>\$ 18,955</u>

\$ -	\$ 164	\$ -	\$ 1,356
-	-	8,340	9,141
-	164	8,340	10,497

-	8,458	-	8,458
-	-	-	-
-	8,458	-	8,458

<u>\$ -</u>	<u>\$ 8,622</u>	<u>\$ 8,340</u>	<u>\$ 18,955</u>
-------------	-----------------	-----------------	------------------

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	Senior Center	Title III D Disease Prevention	Title III E Caregiver
<u>REVENUES</u>			
Intergovernmental:			
North Delta Regional Planning and Development District	\$ -	\$ 3,398	\$ 4,586
State Contract	31,377	-	-
Public Support:			
LA Association of Councils on Aging	-	-	-
Client Contributions	-	-	-
Total Public Support	-	-	-
 Total Revenues	 31,377	 3,398	 4,586
<u>EXPENDITURES</u>			
Current:			
Salaries	19,878	676	3,832
Fringe	2,078	87	399
Travel	-	-	-
Operating Services	8,179	2,105	264
Operating Supplies	-	667	91
Other Costs	-	-	-
Total Current Expenditures	30,135	3,535	4,586
 Capital Outlay	-	-	-
Utility Assistance	-	-	-
Total Expenditures	30,135	3,535	4,586
 <u>EXCESS (DEFICIENCY) OF REVENUES</u> <u>OVER EXPENDITURES</u>	 1,242	 (137)	 -
<u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers - In	-	137	-
Operating Transfers - Out	(1,242)	-	-
Total Other Financing Sources (Uses)	(1,242)	137	-
 <u>EXCESS OF REVENUES AND OTHER</u> <u>FINANCING SOURCES OVER</u> <u>EXPENDITURES AND OTHER</u> <u>FINANCING USES</u>	 -	 -	 -
 <u>FUND BALANCES AT BEGINNING OF</u> <u>YEAR</u>	 -	 -	 -
 <u>FUND BALANCES AT END OF YEAR</u>	 \$ -	 \$ -	 \$ -

<u>Audit Funds</u>	<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Nonmajor Special Revenue Funds</u>
\$ 801	\$ -	\$ -	\$ 29,384	\$ 38,169
-	1,767	-	-	33,144
-	-	2,083	-	2,083
-	-	-	-	-
-	-	2,083	-	2,083
801	1,767	2,083	29,384	73,396
-	-	-	-	24,386
-	-	-	-	2,564
-	-	-	-	-
3,250	-	-	-	13,798
-	-	-	-	758
-	-	-	-	-
3,250	-	-	-	41,506
-	-	-	-	-
-	-	1,571	-	1,571
3,250	-	1,571	-	43,077
(2,449)	1,767	512	29,384	30,319
2,449	-	-	-	2,586
-	(1,767)	-	(29,384)	(32,393)
2,449	(1,767)	-	(29,384)	(29,807)
-	-	512	-	512
-	-	7,946	-	7,946
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,458</u>	<u>\$ -</u>	<u>\$ 8,458</u>

GENERAL FIXED ASSET ACCOUNT GROUP

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA

SCHEDULE OF GENERAL FIXED ASSETS

JUNE 30, 2009 AND 2008

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
<u>GENERAL FIXED ASSETS</u>				
Land	\$ 6,000	\$ -	\$ -	\$ 6,000
Buildings	194,180	-	-	194,180
Improvements	14,480	-	-	14,480
Vehicles	133,409	6,929	24,678	115,660
Office Furniture and Equipment	39,614	1,630	1,795	39,449
<u>TOTAL GENERAL FIXED ASSETS</u>	<u>\$ 387,683</u>	<u>\$ 8,559</u>	<u>\$ 26,473</u>	<u>\$ 369,769</u>
<u>INVESTMENT IN GENERAL FIXED ASSET</u>				
Property Acquired Prior to July 1, 1985 *	\$ -	\$ -	\$ -	\$ -
Property Acquired After July 1, 1985				
With Funds From:				
Act 735 PCOA	38,324	-	-	38,324
General Fund	89,540	8,559	24,678	73,421
FmHA Loan	200,180	-	-	200,180
Title III- C-1	2,934	-	540	2,394
Title III- C-2	2,932	-	540	2,392
Title III- B Supportive Services	5,063	-	540	4,523
Senior Center	708	-	-	708
Title III- D	11,616	-	175	11,441
Department of Transportation Sec. 5310 E&D	36,386	-	-	36,386
<u>TOTAL INVESTMENT IN GENERAL FIXED ASSETS</u>	<u>\$ 387,683</u>	<u>\$ 8,559</u>	<u>\$ 26,473</u>	<u>\$ 369,769</u>

* Records reflecting sources from which assets were acquired were not maintained prior to July 1, 1985.

OTHER SUPPLEMENTAL INFORMATION –
GRANT ACTIVITY

UNION COUNCIL ON AGING INC.
FARMERVILLE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2009

Federal Grants/Pass Through Grantor/Program Title	Federal CFDA Number	Program or Award Amount	Revenue Recognized	Expenditures
U.S. Department of Health & Human Services - Administration on Aging: Passed Through the Governor's Office of Elderly Affairs: Aging Cluster of Special Programs for the Aging:				
Title III, Part B - Supportive Services	93.044	\$ 44,144	\$ 44,144	\$ 44,144
Title III, Part C - Congregate Meals	93.045	45,334	45,334	45,334
ARRA - Aging Congregate Nutrition	93.707	2,251	2,251	-
Title III, Part C - Home Delivered Meals	93.045	30,741	30,741	30,741
ARRA - Aging Home-Delivered Meals	93.705	1,108	1,108	-
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	3,398	3,398	3,398
Title III, Part E - National Family Caregiver Support	93.052	3,439	3,439	3,439
Nutritional Services Incentive Program	93.053	29,384	29,384	29,384
Total of Aging Cluster		159,799	159,799	156,440
 <u>TOTAL FEDERAL AWARDS</u>		 <u>\$ 159,799</u>	 <u>\$ 159,799</u>	 <u>\$ 156,440</u>

UNION COUNCIL ON AGING, INC.
FARMERVILLE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Council. The Council did not pass through any of its federal awards to a subrecipient during the year.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting used for presenting the general purpose financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CAMERON, HINES & HARTT

(A Professional Accounting Corporation)

Certified Public Accountants

104 Regency Place

West Monroe, Louisiana 71291

Phone (318) 323-1717

Fax (318) 322-5121

Mailing Address:

P. O. Box 2474

West Monroe, LA 71294-2474

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Union Council on Aging, Inc.
Farmerville, Louisiana

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Union Council on Aging, Inc. as of and for the year ended June 30, 2009, which collectively comprise the Union Council on Aging, Inc.'s basic financial statements and have issued our report thereon dated October 30, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Union Council on Aging, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Council's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

To the Board of Directors
Union Council on Aging, Inc.
Page 2

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Union Council on Aging, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information of management, the Governor's Office of Elderly Affairs and the Legislative Auditor and is not intended to be or should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is to be distributed by the Legislative Auditor as a public document.

Cameron, Hines & Hartt (APAC)

West Monroe, Louisiana
October 30, 2009

UNION COUNCIL ON THE AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009

To the Board of Directors
Union Council on the Aging, Inc.
Farmerville, Louisiana

We have audited the financial statements of Union Council on the Aging, Inc. as of and for the year ended June 30, 2009, and have issued our report thereon dated October 30, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2009, resulted in an unqualified opinion.

Section I- Summary of Auditors' Results

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness ___ yes X no

Significant Deficiencies not considered to be
Material Weaknesses ___ yes X no

Compliance

Compliance Material to Financial Statements ___ yes X no

B. Federal Awards

Material Weakness Identified ___ yes X no

Significant Deficiencies not considered to be
Material Weaknesses ___ yes X no

Type of Opinion on Compliance For Major Programs (No Major Programs)

Unqualified Qualified

Disclaimer Adverse

Are their findings required to be reported in accordance with Circular A-133,
Section .510 (a)? N/A

C. Identification of Major Programs: N/A

Name of Federal Program (or cluster)
CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B Programs. N/A

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133? N/A

UNION COUNCIL ON THE AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009

Section II- Financial Statement Findings

No matters were reported.

Section III- Federal Award Findings and Question Costs- N/A

UNION COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009

Section I- Internal Control and Compliance Material to the Financial Statements

This section is not applicable for this entity.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

No management letter was issued.